MINUTES

MONTANA HOUSE OF REPRESENTATIVES 56th LEGISLATURE - REGULAR SESSION

JOINT APPROPRIATIONS SUBCOMMITTEE ON HEALTH AND HUMAN SERVICES

Call to Order: By CHAIRMAN BETTY LOU KASTEN, on February 10, 1999 at 8:02 A.M., in Room 108 Capitol.

ROLL CALL

Members Present:

Rep. Betty Lou Kasten, Chairman (R)

Sen. Chuck Swysgood, Vice Chairman (R)

Rep. Beverly Barnhart (D)

Rep. John Cobb (R)

Sen. Bob Keenan (R)

Sen. Mignon Waterman (D)

Members Excused: None.

Members Absent: None.

Staff Present: Delila Croucher, Committee Secretary

Lois Steinbeck, Legislative Branch

Bob Andersen, OBPP Connie Welsh, OBPP

Please Note: These are summary minutes. Testimony and

discussion are paraphrased and condensed.

Committee Business Summary:

Hearing(s) & Date(s) Posted: Managed Care; RBRVS

Executive Action: none

Greg Petesch addressed the Committee on options in pursuing termination of the managed care contract with Magellan. The Committee asked questions as they arose. **EXHIBIT(jhh33a01)**

{Tape : 1; Side : A; Approx. Time Counter : 4.5 - 23.8}

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Representatives from Magellan addressed the Committee. Jacqueline Lenmark introduced Richard Orndoff, Joan Noddings, Steve Niemi and Zohreh Yamin and explained the responsibilities of each within the company.

{Tape : 1; Side : A; Approx. Time Counter : 25.3 - Tape : 1; Side : B; Approx. Time Counter : 8.6}

Richard Orndoff discussed expectations of shifting into managed care. He outlined some options to the Committee on ways to correct pending problems with Magellan. He stated that Magellan was in compliance with the MHAP contract.

{Tape : 1; Side : B; Approx. Time Counter : 8.6 - 30.8}

Joan Noddings addressed the claims appeal process and gave a brief history of the payment process. The Committee discussed adjudication procedures, claims denial increases and eligibility of payment. **EXHIBIT (jhh33a02)**

{Tape : 2; Side : A; Approx. Time Counter : 0 - 20.8}

Steve Niemi addressed questions of the claims process. A discussion on the Western Montana Mental Health Center took place. The payment process with the center was discussed. **EXHIBIT (jhh33a03)**

{Tape : 2; Side : A; Approx. Time Counter : 20.8 - Tape : 2; Side : B; Approx. Time Counter : 27.0}

Zohreh Yamin spoke to the Committee on case management, sub-capitation and the number of people served.

{Tape : 2; Side : B; Approx. Time Counter : 27 - Tape : 3; Side : A; Approx. Time Counter : 11.3}

Paul Meyer, the Executive Director of the Western Montana Mental Health Center, responded to Magellan's comments.

{Tape : 3; Side : A; Approx. Time Counter : 21.9 - Tape : 3; Side : B; Approx. Time Counter : 9.1}

The Committee heard comments from Michael O'Niel, a provider.

{Tape : 3; Side : B; Approx. Time Counter : 15 - 19}

The following exhibits were entered into the record. **EXHIBIT (jhh33a04) EXHIBIT (jhh33a05)**

Mary Dalton from the Medicaid Service Bureau outlined proposals for the RBRVS system. Committee discussion followed.

EXHIBIT (jhh33a06) EXHIBIT (jhh33a07)

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{Tape : 3; Side : B; Approx. Time Counter : 25.1 - Tape : 4; Side : B; Approx. Time Counter : 2.2}

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ADJOURNMENT

Adjournment: 11:48 A.M.

REP. BETTY LOU KASTEN, Chairman

DELILA CROUCHER, Secretary

BK/DC

EXHIBIT (jhh33aad)